



CITY OF DURHAM | NORTH CAROLINA

Date: February 12, 2013

To: Thomas J. Bonfield, City Manager

Through: Wanda Page, Deputy City Manager

From: David Boyd, Director, Finance Department
Kathy Compton, Senior Accountant, Finance Department

Re: FY 2012-2013 CIP Budget Amendment – Project Close Out

Executive Summary

The FY2012-2013 Capital Improvements Program is being amended in order to close out a total of \$135,991,966.00 in completed projects. These projects are complete and capitalized. A budget ordinance amendment is required to recognize the close out of capital projects. This is necessary to be completed on a periodic basis to keep the financial records up to date.

Recommendation

The Administration recommends the City Council adopt an ordinance amending the following:

General Capital Improvement Project Ordinance, Fiscal Year 2013, as amended, the same being Ordinance #14286 for the purpose of closing \$133,894,591.00 in project costs.

Stormwater Capital Improvement Project Ordinance, Fiscal Year 2013, as amended, the same being Ordinance #14288 for the purpose of closing \$1,265,612.00 in project costs.

Solid Waste Capital Improvement Project Ordinance, Fiscal Year 2013, as amended, the same being Ordinance #14289 for the purpose of closing \$831,763.00 in project costs.

Background

The Capital Improvement Program (CIP) is a statement of the City of Durham's policy regarding long-range physical development. It is vital to the City because it is the principal planning tool designed to achieve urban growth and development. This program is developed for a six year period and is updated and revised annually.

Issues/Analysis

As projects are completed, the costs are capitalized and recognized as assets in the City's financial statements as appropriate. From time to time, as these projects are completed, it is also necessary to update the Capital Improvement Project Ordinances that originally appropriated funds for these projects. This will help to ensure that the project ordinances are reflective only of ongoing capital projects.

Financial Impacts

Decrease General Capital Projects	
Culture & Recreation – Section 1 (a)	\$22,445,203
Downtown Revitalization - Section (b)	\$70,893,465
General Services – Section (c)	\$967,370
Housing and Neighborhood Revitalization – Section (d)	\$1,047,395
Public Protection – Section (e)	\$18,083,426
Technology – Section (f)	\$0
Transportation – Section (g)	\$20,457,732
TOTAL	\$133,894,591

Decrease Stormwater Projects	
Stormwater Section (a)	\$1,265,612
TOTAL	\$1,265,612

Decrease Solid Waste Project	
Solid Waste – Section (a)	\$831,763
TOTAL	\$831,763

ALTERNATIVES

The alternative is to not close these projects and leave \$135,991,966.00 of costs on the City's books that are capitalized and complete. This would not be good financial practice.

SDBE INFORMATION

Not applicable.

ATTACHMENTS:

1. Amendment – Stormwater (1 page)
2. Amendment - Water & Sewer (3 pages)
3. Amendment – Solid Waste CIP (1 page)
4. Amendment – General CIP (9 pages)
5. Attachment of Deleted CIP (2 pages)